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NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

## PAID UP OIL AND GAS LEASE (No Surface Use)

(No Surface Use)		
THIS LEASE AGREEMENT IS made this 10th day of	, August	, 2009, by and between
Mary hive BOOKMAN a SINGE	Derson	<u> </u>
whose addresss is 3012 Chittess Street Fort Worth Texas 75201, as Lesser, and, <u>DALE PROPERTY SERVICES</u> , <u>L.L.C.</u> , 2100 Ross Avenue, Suite 1870 Dallas Texas 75201, as Lessee. All printed portions of this lease were prepared by the party hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee.  1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following described land, hereinafter called leased premises:		
ACRES OF LAND, MORE OR LESS, BEING L	_OT(S)	, BLOCK
OUT OF THE TRUCCUTES  FORT LOOF TO TARRAN IN VOLUME 388-T , PAGE 101	ADDITI T COUNTY, TEXAS, ACCORDING TO OF THE PLAT RECORDS OF	
in the County of Tarrant, State of TEXAS, containing 155 reversion, prescription or otherwise), for the purpose of exploring for, desubstances produced in association therewith (including geophysical/set commercial gases, as well as hydrocarbon gases. In addition to the about land now or hereafter owned by Lessor which are configuous or adjacent Lessor agrees to execute at Lessee's request any additional or supplement of determining the amount of any shut-in royalties hereunder, the number of	Ismic operations). The term "gas" as used here va-described leased premises, this lease also cove to the above-described leased premises, and, in a tall instruments for a more complete or accurate des if gross acres above specified shall be deemed corr	long with all hydrocarbon and non hydrocarbon ein includes hellium, carbon dioxide and other ers accretions and any small strips or parcels of consideration of the aforementioned cash bonus, scription of the land so covered. For the purpose
<ol><li>This lease, which is a "paid-up" lease requiring no rentals, shall be as long thereafter as oil or gas or other substances covered hereby are pro otherwise maintained in effect pursuant to the provisions hereof.</li></ol>	oduced in paying quantities from the leased premise	•
3. Royalfles on oil, gas and other substances produced and saved separated at Lessee's separator facilities, the royalty shall be \( \frac{1}{1226} \) Lessor at the wellhead or to Lessor's credit at the oil purchaser's transport the wellhead market price then prevailing in the same field (or if there is prevailing price) for production of similar grade and gravity; (b) for ga	tation facilities, provided that Lessee shall have the no such price then prevailing in the same field, the is (including casing head gas) and all other subjected by Lessee from the sale thereof, less a proporting, processing or otherwise marketing such gas thead market price pald for production of similar quises such a prevailing price) pursuant to comparable asses hereunder; and (c) if at the end of the primary cing oil or gas or other substances covered hereby oduction there from is not being sold by Lessee, suit for a period of 90 consecutive days such well oner acre then covered by this lease, such payment and thereafter on or before each anniversary of the add that if this lease is otherwise being maintained therewith, no shut-in royalty shall be due until the expalty shall render Lessee liable for the amount due detect to Lessor or to Lessor's credit in at lessor's in the ownership of said land. All payments or tended the there with the control of the succeeded by another instrument naming another instrument proper recordable instrument naming another instrument authority, then in the event this lease is regan existing well or for driting an additional well of the producing in paying quantities) permanently ceases from any mental authority, then in the event this lease is regan existing well or for driting an additional well of therewith as a reasonably prudent operator would be interested therewith. After completion of a well cape of the therewith as a reasonably prudent operator would in paying quantities on the leased premises and on other lands not pooled therewith. There shall not exceed 80 acres plus a maximum as tolerance of 10%; provided that a larger unit may rescribed or permitted by any governmental authority challed the horizontal component of the gross completional file of record a written declaration describing the horizontal component of the gross completional file of record a written declaration describing the revised unit and stating the appropriate or of the horizontal component of the	roduction, to be delivered at Lessee's option to a continuing right to purchase such production at then in the nearest field in which there is such a bstances covered hereby, the royalty shall be ritionate part of ad valorem taxes and production, or other substances, provided that Lessee shall ality in the same field (or if there is no such price purchase contracts entered into on the same or term or any time thereafter one or more wells on in paying quantities or such wells are waiting on ich well or wells shall nevertheless be deemed to rewells ate shut-in or production there from is not to be made to Lessor or to Lessor's credit in the end of said 90-day period while the well or wells by operations, or if production is being said by end of the 90-day period next following cessation a, but shall not operate to terminate this lease. A address above or its successors, which shall ders may be made in currency, or by check or by sed to the depository or to the Lessor at the last attitution, or for any reason fail or refuse to accept ution as depository agent to receive payments. It will be the depository agent to receive payments. It will be considered a continuing a revision of unit boundaries not otherwise being maintained in force it shall or for otherwise obtaining or restoring production days after such cessation of all production. If at then engaged in drilling, reworking or any other or more of such operations are prosecuted with abstances covered hereby, as long thereafter as able of producing in paying quantities hereunder, and or lands pooled therewith, or (b) to protect the ill be no covenant to drill exploratory wells or any with respect to such other lands or interests. The creage tolerance of 10%, and for a gas well or a be formed for an oil well or gas well or horizontal with naving jurisdiction to do so. For the purpose of governmental authority, or, if no definition is so a well with an initial gas-oil ratio of 100,000 cubic if lease aeparator facilities or equivalent testing pletion interval in
a written deciaration describing the unit and stating this date of termination. 7. If Lessor owns less than the full mineral estate in all or any part of the leased premises or lands pooled therewith shall be reduced to the property of the leased premises.	roportion that Lessor's Interest in such part of the le	eased premises bears to the full mineral estate in

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee with our days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee on until Lessor has eatisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failing of the transferred by the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal walls, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oll, gas, water and/or other substances produced on the leased premises, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted therein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Leasee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease, and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offer, the price and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and condition

there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee falls to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royally or

other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original. DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

By: Hary KING BOOKMAN	
By: KNYN VII ROOV NOW	Ву:
is of king suchan	
ACKNOWLEDGI	MENT
STATE OF EXCIS	
This instrument was acknowledged before rue on the day of	, 2009,
by: Mary King Bookwan a strate person	3
KISHA G. PACKEF GOLD Notary Public, State of Toxage My Commission Expires April 15, 2012	Notary Public, State of TEXAS Notary's name (printed): 1/13/1/16 PACILET-POIX Notary's commission expires: 0.0711 15, 2012
STATE OF	4
COUNTY OF	
This instrument was acknowledged before me on theday of	, 2009,
by:	
A second	
	Notary Public, State of Notary's name (printed): Notary's commission expires:



## DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

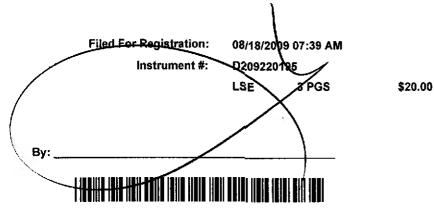
DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON
TARRANT COUNTY CLERK
TARRANT COUNTY COURTHOUSE
100 WEST WEATHERFORD
FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



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ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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